

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 29, 2004

	February-04				January-04				December-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																				
Structured Growth																				
Los Angeles Capital	15,379	1.6%	1.5%	-0.13%	15,210	1.6%	1.5%	1.68%	14,955	1.6%	1.5%	9.12%	13,701	1.5%	1.5%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	4	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	15,383	1.6%	1.5%	-0.13%	15,210	1.6%	1.5%	1.68%	14,955	1.6%	1.5%	9.12%	13,701	1.5%	1.5%	4.99%	16.33%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				0.64%				2.04%				10.41%				3.92%	17.83%	2.94%	-21.54%	-5.03%
Structured Value																				
LSV	14,894	1.5%	1.5%	3.25%	15,495	1.6%	1.5%	2.63%	15,106	1.6%	1.5%	15.66%	13,078	1.4%	1.5%	3.75%	27.16%	-2.25%	8.84%	3.73%
Russell 1000 Value				2.14%				1.76%				14.19%				2.06%	21.14%	-1.02%	-0.19%	1.05%
S&P 500 Index																				
State Street	70,777	7.2%	7.0%	1.38%	68,924	7.1%	7.0%	1.84%	67,689	7.1%	7.0%	12.16%	60,344	6.6%	7.0%	2.64%	18.84%	0.23%	-11.28%	-1.69%
S&P 500				1.39%				1.84%				12.18%				2.64%	18.89%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	101,053	10.3%	10.0%	1.44%	99,629	10.3%	10.0%	1.93%	97,750	10.2%	10.0%	12.20%	87,122	9.5%	10.0%	3.15%	19.67%	-0.48%	-9.33%	-1.90%
S&P 500				1.39%				1.84%				12.18%				2.64%	18.89%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																				
Manager-of-Managers																				
SEI	48,730	5.0%	5.0%	0.50%	51,495	5.3%	5.0%	4.64%	49,201	5.1%	5.0%	14.82%	42,842	4.7%	5.0%	9.48%	32.21%	0.09%	N/A	N/A
Russell 2000 + 200bp			0.2%	1.06%				4.51%				15.07%				9.60%	33.21%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	48,730	5.0%	5.0%	0.50%	51,495	5.3%	5.0%	4.64%	49,201	5.1%	5.0%	14.82%	42,842	4.7%	5.0%	9.48%	32.21%	0.09%	-3.49%	1.64%
Russell 2000				0.90%				4.34%				14.52%				9.07%	31.51%	-1.63%	-3.30%	0.97%
CONVERTIBLES																				
TCW	97,586	10.0%	10.0%	0.70%	102,228	10.5%	10.0%	2.23%	99,921	10.4%	10.0%	9.98%	90,847	9.9%	10.0%	1.85%	15.31%	10.23%	-9.51%	3.90%
First Boston Convertible Index				0.11%				2.01%				8.54%				2.67%	13.80%	15.46%	-3.77%	5.29%
INTERNATIONAL EQUITY																				
Large Cap - Active																				
Capital Guardian	81,298	8.3%	8.0%	2.19%	78,290	8.1%	8.0%	1.50%	77,278	8.1%	8.0%	13.03%	68,095	7.4%	8.0%	8.14%	26.79%	-10.31%	-15.85%	0.02%
MSCI EAFE - 50% Hedged				2.35%				1.37%				13.15%				6.58%	25.12%	-11.24%	-15.51%	-5.33%
Small Cap - Value																				
Lazard	10,701	1.1%	1.0%	3.50%	10,172	1.0%	1.0%	2.80%	9,897	1.0%	1.0%	14.50%	9,243	1.0%	1.0%	9.92%	33.91%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				2.90%				4.20%				13.31%				15.95%	40.87%	N/A	N/A	N/A
Small Cap - Growth																				
Vanguard	10,023	1.0%	1.0%	3.52%	11,075	1.1%	1.0%	4.21%	10,620	1.1%	1.0%	14.06%	8,967	1.0%	1.0%	14.95%	41.45%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				2.90%				4.20%				13.31%				15.95%	40.87%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	102,022	10.4%	10.0%	2.47%	99,538	10.3%	10.0%	1.93%	97,795	10.2%	10.0%	13.28%	86,305	9.4%	10.0%	8.97%	28.93%	-9.20%	-15.51%	0.27%
MSCI EAFE - 50% Hedged				2.35%				1.37%				13.15%				6.58%	25.12%	-11.24%	-15.51%	-5.33%
DOMESTIC FIXED INCOME																				
Core Bond																				
Western Asset	150,072	15.3%	15.0%	1.18%	148,363	15.3%	15.0%	0.98%	146,940	15.3%	15.0%	1.62%	150,661	16.4%	15.0%	-0.16%	3.66%	12.77%	11.23%	8.12%
Lehman Aggregate				1.08%				0.80%				0.32%				-0.14%	2.07%	10.39%	10.07%	7.54%
Index																				
Bank of ND	80,353	8.2%	9.0%	1.14%	79,443	8.2%	9.0%	0.89%	78,741	8.2%	9.0%	0.07%	82,417	9.0%	9.0%	-0.46%	1.62%	13.26%	10.87%	7.78%
Lehman Gov/Credit				1.22%				0.91%				-0.03%				-0.50%	1.60%	13.14%	10.82%	7.83%
BBB Average Quality																				
Strong	62,171	6.4%	6.0%	1.17%	61,517	6.3%	6.0%	1.09%	60,824	6.3%	6.0%	1.46%	63,158	6.9%	6.0%	0.02%	3.79%	17.91%	N/A	N/A
Lehman US Credit BAA				1.27%				1.13%				1.22%				0.27%	3.95%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	292,596	29.9%	30.0%	1.17%	289,323	29.8%	30.0%	0.98%	286,505	29.9%	30.0%	1.15%	296,237	32.3%	30.0%	-0.21%	3.11%	13.18%	10.80%	7.81%
Lehman Gov/Credit				1.22%				0.91%				-0.03%				-0.50%	1.60%	13.14%	10.82%	7.83%
CASH EQUIVALENTS																				
Bank of ND	335,804	34.3%	35.0%	0.09%	327,255	33.8%	35.0%	0.09%	326,950	34.1%	35.0%	0.29%	314,187	34.2%	35.0%	0.30%	0.77%	1.57%	3.26%	4.15%
90 Day T-Bill				0.07%				0.08%				0.26%				0.25%	0.66%	1.52%	3.33%	4.08%
TOTAL INSURANCE REGULATORY TRUST	977,791	100.0%	100.0%	0.88%	969,467	100.0%	100.0%	1.19%	958,122	100.0%	100.0%	4.55%	917,540	100.0%	100.0%	2.01%	8.86%	6.74%	1.72%	4.85%
POLICY TARGET BENCHMARK				0.82%				1.04%				4.11%				1.61%	7.76%	4.94%	1.35%	3.99%

NOTE: Monthly returns and market values are preliminary and subject to change.